

1  
2  
3  
4  
5  
6  
7 MIYOKO'S KITCHEN,  
8 Plaintiff,  
9  
10 v.  
11 KAREN ROSS, et al.,  
12 Defendants.  
13  
14

10 Case No. 20-cv-00893-RS  
11  
12  
13  
14

**15 ORDER GRANTING IN PART AND  
16 DENYING IN PART CROSS-MOTIONS  
17 FOR SUMMARY JUDGMENT**

**I. INTRODUCTION**

18 Miyoko's Kitchen ("Miyoko's") is a purveyor of plant-based dairy alternatives. In 2019,  
19 the California Department of Food and Agriculture ("Department") notified Miyoko's that the  
20 labeling of the company's "vegan butter" product, along with an image on its website, violated  
21 state and federal law. Miyoko's brought suit under the First Amendment, challenging the  
22 regulatory authority of the State<sup>1</sup> as applied to the company's commercial speech. The parties now  
23 bring cross-motions for summary judgment. To a large degree, these motions trade in the same  
24 evidence and arguments advanced in connection with Miyoko's motion for preliminary injunctive  
25 relief one year ago; and to a large degree, the result at that juncture comports with the one reached  
26 here. For the reasons set forth herein, the State's cross-motion is granted with respect to the phrase  
27 "hormone free," and otherwise denied; Miyoko's cross-motion is granted with respect to the  
28

---

<sup>1</sup> Represented in this action by defendants Karen Ross and Stephen Beam, in their official capacities within the Department.

1 phrases “butter,” “lactose free,” “cruelty free,” and “revolutionizing dairy with plants,” and  
2 otherwise denied; and Miyoko’s claim concerning its website is dismissed as moot.

## 3 II. BACKGROUND<sup>2</sup>

### 4 A. Applicable Food Law

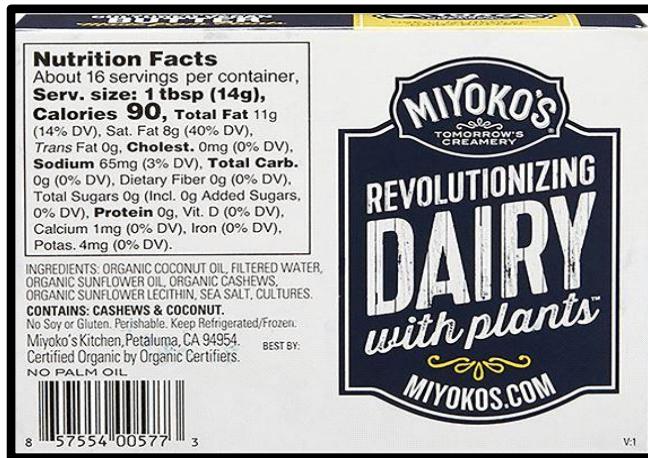
5 California law directs the Department to review food labeling for compliance with federal  
6 law, which in turn proscribes the sale of “misbranded” food items (including items with “labeling  
7 [that] is false or misleading”), food items “offered for sale under the name of another food,” and  
8 food items that, though “purport[ing] to be or . . . represented as a food for which a definition and  
9 standard of identity” exists, do not “conform[] to such definition and standard[.]” Cal. Food &  
10 Agric. Code § 32912.5; 21 U.S.C. § 343. Since 1923, the standard of identity for butter has  
11 described a product “made exclusively from milk or cream, or both . . . and containing not less  
12 than 80 per centum by weight of milk fat.” 21 U.S.C. § 321a.

### 13 B. Miyoko’s Commercial Speech

14 Miyoko’s “vegan butter” product is made entirely from plants. Labeling on the front and  
15 back of the packaging for this product appears as:



26 <sup>2</sup> In lieu of a fulsome case history, *see* Dkts. 33 (providing one), 46 (same), this order sets out only  
27 undisputed facts.

1  
2  
3  
4  
5  
6  
7  
8

9 See Complaint, Dkt. 4-1 at 5. On one side of the same packaging, labeling appears as:



10  
11  
12  
13  
14  
15  
16 See *id.* Miyoko's website features assorted cow imagery, such as an image of a woman petting a  
17 cow accompanied by the phrase "100% dairy and cruelty free."

### 18 C. The Department's Enforcement Activity Toward Miyoko's

19 In December 2019, the Department sent Miyoko's a letter stating the company's "vegan  
20 butter" gave the misleading (and thus illegal) impression of "a dairy food without [traditional  
21 dairy] characteristics." The letter instructed Miyoko's to remove five terms ("butter," "lactose  
22 free," "hormone free," "cruelty free," and "revolutionizing dairy with plants") from the product's  
23 labeling, and to take down the aforementioned online cow imagery.<sup>3</sup> Significantly, the Department  
24 has since renounced any enforcement power for the latter instruction. The State now concedes—

25  
26  
27  
28

---

<sup>3</sup> The letter objected to this imagery on the grounds that "[d]airy images or associating the product with [agricultural] activities cannot be used on the advertising of products which resemble milk products."

1 and Miyoko's does not contest—that “[t]he Department . . . lacks statutory authority” to regulate  
2 Miyoko's website.

3 **D. The Feltz Study**

4 In 2018, Silke Feltz and Adam Feltz authored a research study titled “Consumer Accuracy  
5 at Identifying Plant-based and Dairy-based Milk Items” (“Feltz Study”). While not involving any  
6 “vegan butter” products, the Feltz Study empirically assesses consumer reactions to traditional  
7 milk-based products and corresponding plant-based alternatives that, like Miyoko's “vegan  
8 butter,” are labeled in a manner combining dairy signifiers (*e.g.*, “cheese” and “milk”) with dairy-  
9 disclaiming language (*e.g.*, “dairy free”). It indicates, in relevant part, that the public “accurately  
10 identifie[s] the source of animal-based milk products 84% of the time, plant-based milk-products  
11 88% of the time, animal-based cheese products 81% of the time, and plant-based cheese products  
12 74% of the time.”

13 **III. LEGAL STANDARD**

14 **A. Summary Judgment**

15 Summary judgment is proper “if the movant shows that there is no genuine dispute as to  
16 any material fact and the movant is entitled to judgment as a matter of law.” Fed. R. Civ. P. 56(a).  
17 The purpose of summary judgment “is to isolate and dispose of factually unsupported claims or  
18 defenses.” *Celotex v. Catrett*, 477 U.S. 317, 323-24 (1986). The moving party “always bears the  
19 initial responsibility of informing the district court of the basis for its motion, and identifying  
20 those portions of the pleadings and admissions on file, together with the affidavits, if any, which it  
21 believes demonstrate the absence of a genuine issue of material fact.” *Id.* at 323 (internal citations  
22 and quotation marks omitted). If it meets this burden, the moving party is then entitled to  
23 judgment as a matter of law when the non-moving party fails to make a sufficient showing on an  
24 essential element of the case with respect to which that party bears the burden of proof at trial. *Id.*  
25 at 322-23.

26 The non-moving party cannot defeat the moving party's properly supported motion for  
27 summary judgment simply by alleging some factual dispute between the parties. To preclude the

1 entry of summary judgment, the non-moving party must bring forth material facts, *i.e.*, “facts that  
2 might affect the outcome of the suit under the governing law . . . . Factual disputes that are  
3 irrelevant or unnecessary will not be counted.” *Anderson v. Liberty Lobby, Inc.*, 477 U.S. 242,  
4 247-48 (1986). The opposing party “must do more than simply show that there is some  
5 metaphysical doubt as to the material facts.” *Matsushita Elec. Indus. Co. v. Zenith Radio*, 475 U.S.  
6 574, 588 (1986).

7 The trial court “must draw all justifiable inferences in favor of the nonmoving party,  
8 including questions of credibility and of the weight to be accorded particular evidence.” *Masson v.*  
9 *New Yorker Magazine, Inc.*, 501 U.S. 496, 520 (1991). It is the court’s responsibility “to  
10 determine whether the ‘specific facts’ set forth by the nonmoving party, coupled with undisputed  
11 background or contextual facts, are such that a rational or reasonable jury might return a verdict in  
12 its favor based on that evidence.” *T.W. Elec. Service v. Pacific Elec. Contractors*, 809 F.2d 626,  
13 631 (9th Cir. 1987). “[S]ummary judgment will not lie if the dispute about a material fact is  
14 ‘genuine,’ that is, if the evidence is such that a reasonable jury could return a verdict for the  
15 nonmoving party.” *Anderson*, 477 U.S. at 248. However, “[w]here the record taken as a whole  
16 could not lead a rational trier of fact to find for the non-moving party, there is no ‘genuine issue  
17 for trial.’” *Matsushita*, 475 U.S. at 587.

18 **B. Mootness**

19 Federal courts maintain limited jurisdiction; they only have power to hear disputes when  
20 authorized by Article III and by Congress pursuant thereto. *Bender v. Williamsport Area Sch.*  
21 *Dist.*, 475 U.S. 534, 541 (1986). When a federal court lacks jurisdiction, it must dismiss the case.  
22 *Spencer Enters., Inc. v. United States*, 345 F.3d 683, 687 (9th Cir. 2003). “A case that  
23 becomes moot *at any point* during the proceedings . . . is outside the jurisdiction of the federal  
24 courts.” *United States v. Sanchez-Gomez*, 138 S.Ct. 1532, 1537 (2018) (emphasis added). “A case  
25 becomes moot—and therefore no longer a ‘Case’ or ‘Controversy’ for purposes of Article III—  
26 when the issues presented are no longer ‘live’ or the parties lack a legally cognizable interest in  
27 the outcome.” *Already, LLC v. Nike, Inc.*, 568 U.S. 85, 91 (2013).

1

**IV. DISCUSSION**

2

3

4

5

6

7

Though styled as seeking summary judgement, the instant cross-motions also present a mootness issue vis-à-vis the Department’s withdrawn stance on Miyoko’s website. Given this, the discussion below addresses the parties’ cross-motions for summary judgment regarding Miyoko’s “vegan butter” labeling on the one hand, and the Department’s (constructive) 12(b)(1) motion to dismiss for mootness on the other.

8

**A. Summary Judgment**

9

10

11

12

13

14

15

16

17

18

19

Censorship of commercial speech is tested under the *Central Hudson* standard, which first asks whether the restricted speech is “misleading . . . [or] related to unlawful activity[.]” *Central Hudson Gas & Electric Corp. v. Public Service Commission of New York*, 447 U.S. 557, 564 (1980). If it is, the First Amendment does not apply; otherwise, the restriction survives only if (1) “the State . . . assert[s] a substantial interest to be achieved by [the] restriction[],” and the restriction both (2) “directly advance[s] the state interest involved” and (3) is “not more extensive than is necessary to serve that interest.” *Metro Lights, LLC v. City of Los Angeles*, 551 F.3d 898, 903 (9th Cir. 2009) (internal quotation marks omitted) (citing *Central Hudson*, 447 U.S. at 564-66). The *Central Hudson* burden “is heavy,” *Italian Colors Restaurant v. Becerra*, 878 F.3d 1165, 1176 (9th Cir. 2018) (internal quotation marks omitted), and borne by “the party seeking to uphold . . . [the] restriction on commercial speech,” *Edenfield v. Fane*, 507 U.S. 761, 770 (1972) (internal bracketing and quotation marks omitted).

20

21

22

23

24

25

26

As a general matter, “when parties submit cross-motions for summary judgment, each motion must be considered on its own merits.” *Fair Housing Council of Riverside County, Inc. v. Riverside Two*, 249 F.3d 1132, 1136 (9th Cir. 2001) (internal quotation marks and bracketing omitted). Here, however, the State makes clear that so far as evidence is concerned, it intends to rely almost exclusively on the Feltz Study—which *also* serves, in the first instance, as Miyoko’s leading piece of evidence.<sup>4</sup> *See generally* Defs.’ Cross-Mot. for Summary Judgment, Dkt. 52

27

28

---

<sup>4</sup> Having commandeered the Feltz Study, the State objects to various other research offered by Miyoko’s. *See generally* Defs.’ Reply Brief, Dkt. 63 at 9-13. Because these objections are directed

ORDER

CASE NO. 20-cv-00893-RS

1 (identifying no surveys, studies, or other empirical data beyond the Feltz Study); *see also id.* at 15  
 2 n.6 (conceding that “the study offered as evidence by Miyoko’s is the most thorough analysis of  
 3 similar products, and therefore the most useful for this case”). Accordingly, consideration of both  
 4 motions converges on a single question: can the State—equipped with a record consisting of little  
 5 else than the Feltz Study and reasonable inferences arising therefrom—ultimately satisfy its  
 6 “heavy” *Central Hudson* burden for restricting Miyoko’s use of “butter,” “lactose free,” “hormone  
 7 free,” “cruelty free,” and “revolutionizing dairy with plants”? *See Italian Colors Restaurant*, 878  
 8 F.3d at 1176 (internal quotation marks omitted). With the exception of “hormone free,” it cannot.

9 **1. “Hormone Free”**

10 As in its opposition to Miyoko’s motion for preliminary injunctive relief, the State points  
 11 out that Miyoko’s “vegan butter” product contains naturally occurring plant hormones; that the  
 12 product’s “hormone free” claim is thus irrefutably false; and that under *Central Hudson*’s  
 13 threshold prong, the State’s authority to censor false commercial speech is not subject to judicial  
 14 second-guessing. *See Zauderer v. Office of Disciplinary Counsel of Supreme Court of Ohio*, 471  
 15 U.S. 626, 638 (1985). Tellingly, Miyoko’s final answer to these airtight propositions is a plea for a  
 16 truce: in a reply brief footnote, the company “unilaterally withdraws its challenge to the State’s  
 17 demand . . . [as to] ‘hormone free,’” and submits “[the] Court, therefore, need not decide whether  
 18 summary judgment is warranted on this issue.” *See* Pl.’s Reply Brief, Dkt. 64 at 4 n.2. This  
 19 eleventh-hour gambit to avoid an unfavorable ruling is, for reasons beginning with Federal Rule of  
 20 Civil Procedure 15, unavailing. The State has moved for summary judgment on the “hormone  
 21 free” allegations contained in the operative complaint, and as a matter of settled law, it is entitled  
 22 to judgment that those allegations afford Miyoko’s no First Amendment basis for relief. Insofar as  
 23 the State’s cross-motion seeks such judgment, it is granted.<sup>5</sup>

24  
 25 at evidence immaterial to the outcome of this order, they are overruled.

26  
 27 <sup>5</sup> Miyoko’s, consistent with its *sub silentio* request for leave to retract its “hormone free” claim,  
 does not move for summary judgment around the phrase.

1                   2. **“Butter”**

2                   Fortunately for Miyoko’s, the State’s censorship authority over the language at issue ends  
 3 there. Applying *Central Hudson* to “butter,” the State insists Miyoko’s uses the term in a manner  
 4 that either misleads consumers or, at the very least, materially frustrates a substantial  
 5 governmental interest. Neither argument prevails.

6                   *i. Threshold Central Hudson Inquiry*

7                   For *Central Hudson*’s first prong, the State draws upon the federal definition of “butter”  
 8 and the Feltz Study.<sup>6</sup> Regarding the first of these authorities, there is no denying that § 312a’s  
 9 dairy and fat-content requirements exclude Miyoko’s “vegan butter.” Yet as other courts have  
 10 rightly noted, this alone cannot doom commercial speech at *Central Hudson*’s threshold, lest  
 11 *Central Hudson* be read to protect only what the government leaves undefined. *See Ocheesee*  
 12 *Creamery LLC v. Putnam* (“*Ocheesee*”), 851 F.3d 1228, 1238 (11th Cir. 2017) (“[I]t does not  
 13 follow that once a state has [defined a term] . . . , any use of the term inconsistent with the state’s  
 14 preferred definition is inherently misleading. Such a *per se* rule would eviscerate *Central Hudson*,  
 15 rendering all but the threshold question superfluous.”).<sup>7</sup> Wisely, the State declines to advocate this  
 16 expansively wrong interpretation. Instead, it argues that § 321a in particular deserves a sort of  
 17

---

18                   <sup>6</sup> That caselaw does not seriously factor into this endeavor is no surprise. Indeed, called by  
 19 Miyoko’s to confront a growing judicial consensus that the names of plant-based dairy alternatives  
 20 are not misleading, the State doggedly pretends the relevant cases do not exist. *See* Pl.’s Cross-  
 21 Mot. for Summary Judgment, Dkt. 60 at 21 (“[A]s it has throughout this litigation, the State just  
 22 disregards these key cases—it doesn’t mention them once in its motion.”); *see also Ang v.*  
 23 *Whitewave Foods Co.*, 2013 WL 6492353, at \*4 (N.D. Cal. Dec. 10, 2013) (“[T]he names  
 24 ‘soymilk,’ ‘almond milk,’ and ‘coconut milk’ accurately describe Defendants’ products.”); *Gitson*  
 25 *v. Trader Joe’s Company*, 2015 WL 9121232, at \*1 (N.D. Cal. Dec. 1, 2015) (“The reasonable  
 26 consumer (indeed, even the least sophisticated consumer) does not think soymilk comes from a  
 27 cow.”); *Turtle Island Foods SPC v. Soman*, 424 F.Supp.3d 552, 574 (E.D. Ark. 2019) (“It is true,  
 28 as the State contends, that these labels use some words traditionally associated with animal-based  
 meat. However, the simple use of a word frequently used in relation to animal-based meats does  
 not make use of that word in a different context inherently misleading.”).

7                   <sup>7</sup> The *Ocheesee* case, despite its prominence in both the preliminary injunction order and  
 Miyoko’s cross-motion, also goes unmentioned in the State’s briefing.

1 constitutional credit for old age: because the statute has been on the books for ninety-odd years, it  
2 must be especially reflective of what consumers understand “butter” to mean. This logic, which  
3 finds no footing in the State’s cited authorities, defies common sense. Quite simply, language  
4 evolves. Absent anything from the State revealing why old federal food definitions are more  
5 faithful indicators of present-day linguistic norms, neither the fact nor the vintage of the federal  
6 definition of “butter” counts against Miyoko’s at *Central Hudson*’s first step.

7 So too for the Feltz Study. To reiterate, the Feltz Study—first introduced by Miyoko’s at  
8 the preliminary injunction stage, to prove that dairy alternatives do *not* generate meaningful  
9 consumer confusion—suggests four salient consumer misidentification rates: (i) 16% for  
10 traditional milk products; (ii) 12% for plant-based milk products; (iii) 19% for traditional cheese  
11 products; and (iv) 26% for plant-based cheese products. Unquestionably, the latter (and largest) of  
12 these figures serves as solid evidence that when a dairy-alternative food product is labeled, like  
13 Miyoko’s “vegan butter,” with both “the name of a dairy product and . . . dairy-associated  
14 statements,” that labeling tends to confuse 26% of consumers. *See* Defs.’ Cross-Mot. for Summary  
15 Judgment, Dkt. 52 at 15. As explained at the preliminary injunction stage, though, the State’s  
16 relentless focus on this lone datum misses the forest for the trees:

17 Hoping to turn [the Feltz Study] against its proponent, the State makes hay of the  
18 74% [plant-based cheese product identification] figure—or, more accurately, of the  
19 26% consumer-confusion rate it necessarily describes. This is, to put it mildly, a  
20 blinkered interpretation. Adopting the State’s preferred metric, 26% of the study’s  
21 participants were indeed confused by plant-based cheeses—but a full 19% were  
22 also confused by animal-based cheeses. Conversely, while 12% of respondents  
23 misidentified plant-based milks, 16% misidentified animal-based milks. Taken as a  
24 whole, this research merely signals the following: that consumers are perhaps a bit  
25 better at identifying traditional cheeses than vegan cheeses, and perhaps a (roughly  
26 equivalent) bit better at identifying vegan milks than traditional milks. For the  
27 purposes of First Amendment scrutiny, this modest takeaway hardly cuts in favor  
28 of finding Miyoko’s use of “butter” inherently misleading.

25 Preliminary Injunction Order, Dkt. 46 at 9. Put briefly, this conclusion holds up at summary  
26  
27  
28

1 judgment.<sup>8</sup> Just like § 312a does not make “butter” *per se* misleading in all § 312a-noncompliant  
 2 circumstances, the Feltz Study does not do so in the more specific context of labeling akin to  
 3 Miyoko’s. On the record as the State has left it, Miyoko’s use of “butter” is constitutionally  
 4 protected.

5 ***ii. Remaining Central Hudson Factors***

6 Nor has the State met its burden for overriding that protection. Under the intermediate  
 7 scrutiny of *Central Hudson*’s remaining factors, the State’s “butter” ban against Miyoko’s obliges  
 8 it to proffer a substantial interest, and to show the ban advances that interest in a proportionally  
 9 reasonable fashion. *See Edenfield*, 507 U.S. at 767. Relevant here, in the setting of an as-applied  
 10 challenge,<sup>9</sup> this advancement cannot be “ineffective or remote”; for the restriction to stand, the  
 11 State “must demonstrate that the harms it recites are real and that its restriction will *in fact*  
 12 alleviate them to a material degree.” *Id.* at 770-71 (emphasis added).

13 The State attempts to make this showing on two equally unpersuasive levels. The first is  
 14 explicit: pointing to an interest in “avoid[ing] customer confusion,” the State contends it must  
 15 censor Miyoko’s to prevent “customers intending to purchase butter . . . [from] leav[ing] the store  
 16 with something else.” *See* Defs.’ Cross-Mot. for Summary Judgment, Dkt. 52 at 17. This  
 17 argument, which rephrases the State’s threshold *Central Hudson* theory using naked speculation in  
 18

---

19 <sup>8</sup> Perhaps anticipating as much, the State spends one paragraph giving its recycled Feltz Study  
 20 argument a fresh gloss: trademark law. Because “the Lanham Act is constitutional,” and because a  
 21 handful of federal trademark plaintiffs have secured injunctions with “survey results where 15% of  
 22 customers” expressed confusion between marks, the State intimates that there is precedent for  
 23 assigning strong First Amendment significance to the Feltz Study’s 26% plant-based cheese  
 24 product misidentification rate. *See generally* Defs.’ Cross-Mot. for Summary Judgment, Dkt. 52 at  
 25 16. There is not. By the State’s reply brief, the notion of a trademark-derived 15% consumer  
 26 confusion threshold for censoring commercial speech—which, going off the Feltz Study, would  
 27 bode ill for “milk” and “cheese” when used to market *dairy* products—is nowhere to be found.

28 <sup>9</sup> This case has been litigated and adjudicated on an as-applied basis. Miyoko’s seeks the  
 29 narrowest relief available on this set of facts (*i.e.*, judgment shielding the company from the  
 30 Department’s discrete enforcement position), and does not attack the facial validity of any  
 31 generally applicable law.

1 place of the Feltz Study, fares no better the second time around. *See generally supra* Part  
 2 IV.A.2(i). As for the State’s other intermediate scrutiny effort, it is not so much an argument as a  
 3 sleight-of-hand. In expounding the need to prevent Miyoko’s supposed marketplace harm, the  
 4 State slips another interest through the cracks: upholding a “consistent scheme” for the regulation  
 5 of food labeling. *See* Defs.’ Cross-Mot. for Summary Judgment, Dkt. 52 at 17; *see also id.* at 18  
 6 (“Given the volume of applications and the interest in fair competition, the Department’s approach  
 7 is the best way to apply a consistent rule to all products[.]”).

8 The defect in this tactic is plain. By furtively invoking (but never outright asserting) the  
 9 need for uniform regulation—an interest which, by its terms, exists at the highest level of  
 10 generality—the State in essence insinuates it should not be held to demonstrating consumer  
 11 confusion specifically attributable to Miyoko’s “vegan butter.” This, of course, is not the law.  
 12 Concern over the “abolition of standards of identity for foods” notwithstanding, *see id.* at 19, the  
 13 First Amendment demands proof that restricting Miyoko’s commercial speech will promote the  
 14 State’s *asserted* interest. *See Edenfield*, 507 U.S. at 768 (“[T]he *Central Hudson* standard does not  
 15 permit us to supplant the precise interests put forward by the State with other suppositions. Neither  
 16 will we turn away if it appears that the stated interests are not the actual interests served by the  
 17 restriction.”) (citation omitted). Here, the State’s sole asserted interest is “avoid[ing] consumer  
 18 confusion.” Because the record lacks material reasonably supporting the conclusion that removing  
 19 “butter” from Miyoko’s labeling “will in fact” advance that interest “to a material degree,” the  
 20 State may not enforce any order to that effect. *See id.* at 771. To the extent it seeks judgment that  
 21 the State cannot carry its *Central Hudson* burden concerning “butter” as it appears on Miyoko’s  
 22 “vegan butter” product, Miyoko’s cross-motion is granted; to the extent it seeks judgment to the  
 23 contrary, the State’s cross-motion is denied.

24 **3. “Lactose Free,” “Cruelty Free”, and ““Revolutionizing Dairy With Plants”**

25 Resting once again on the Feltz Study, the State provides no additional evidence for its  
 26 authority to regulate “lactose free” and “cruelty free” on Miyoko’s labeling. *See* Defs.’ Reply  
 27 Brief, Dkt. 63 at 8 n.3 (“The Court should reach the . . . conclusion [that] ‘Lactose Free’ and

1 ‘Cruelty Free’ [are misleading] because the same evidence of confusion for ‘Butter,’ the . . . Feltz  
2 survey, tested a package with similar phrasing.”). Once again, “this strategy asks more of ‘26%’  
3 than the figure can bear,” depriving the record of adequate support for a finding that the terms are  
4 either misleading or frustrating of a stated governmental interest. *See* Preliminary Injunction  
5 Order, Dkt. 46 at 12. The record is likewise deficient as to the State’s regulatory authority over  
6 “revolutionizing dairy with plants”—a reality that, with the benefit of Miyoko’s more extensive  
7 post-preliminary injunction briefing of the issue, the State astutely concedes. *See* Defs.’ Reply  
8 Brief, Dkt. 63 at 15. (Acknowledging that because “‘Revolutionizing Dairy With Plants’ is not  
9 misleading . . . the Court [should] grant[] summary judgment to Plaintiff on this point.”).  
10 Miyoko’s cross-motion is consequently granted as to “lactose free,” “cruelty free,” and  
11 “revolutionizing dairy with plants.” The corresponding portion of the State’s cross-motion is  
12 denied.

13 **B. Mootness**

14 The State’s withdrawal of its enforcement position regarding cow imagery on Miyoko’s  
15 website implicates the voluntary cessation exception to mootness. *See Already, LLC v. Nike, Inc.*,  
16 568 U.S. 85, 91 (2013) (“[A] defendant cannot automatically moot a case simply by ending its  
17 unlawful conduct once sued.”). As the party asserting mootness, the State bears the “heavy burden  
18 of proving that the challenged conduct cannot reasonably be expected to recur[.]” *See Rosebrook*  
19 *v. Mathis*, 745 F.3d 963, 972 (9th Cir. 2014) (internal quotation marks omitted).

20 The State clears that hurdle here. Shortly after this action began, the Department  
21 determined its initial assertion of authority to regulate Miyoko’s website had relied upon a statute  
22 that does not confer the Department that power. *See* Withdrawal of Position, Dkt. 37 (“[The]  
23 position stated in the December [2019] letter . . . is inconsistent with the relevant statute[.]”). Since  
24 then, the State has elaborated that *no* statute confers that power. *See* Defs.’ Cross-Mot. for  
25 Summary Judgment, Dkt. 52 at 21 (“The Department . . . lacks statutory authority to enforce this  
26 position against Miyoko’s.”). Rather than contesting the truthfulness of this admission, Miyoko’s  
27 argues it must be further crystallized—through, for instance, a regulation affirmatively placing

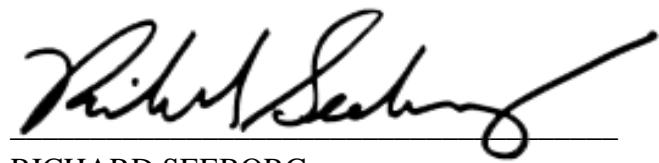
1 websites beyond the Department's purview—before the issue is moot. Bearing in mind the  
2 presumption of good faith applicable to “the voluntary cessation of challenged conduct by  
3 government officials,” Miyoko’s oversells the State’s burden. *See Board of Trustees of Glazing*  
4 *Health and Welfare Trust v. Chambers*, 941 F.3d 1195, 1198 (9th Cir. 2019). The State has  
5 represented, unambiguously and in federal court, that restricting speech on Miyoko’s website  
6 would be an *ultra vires* act by the Department; and Miyoko’s has not put forward evidence of a  
7 forthcoming disturbance of this status quo. Together, these circumstances make it exceedingly  
8 unlikely the Department will reprise its threat targeting Miyoko’s digital speech. The issue  
9 involving cow imagery on Miyoko’s website is therefore moot.

10 **V. CONCLUSION**

11 Consistent with the foregoing, the State’s cross-motion is granted insofar as it seeks  
12 judgment that Miyoko’s use of “hormone free” on the company’s “vegan butter” product labeling  
13 is not constitutionally protected commercial speech, and denied in all other respects; Miyoko’s  
14 cross motion is granted insofar as it seeks judgment that the State may not restrict Miyoko’s use of  
15 “butter,” “lactose free,” “cruelty free,” and “revolutionizing dairy with plants” on the company’s  
16 “vegan butter” product labeling, and denied in all other respects; and Miyoko’s claim relating to  
17 the contents of its website is dismissed as moot. The parties shall file a Joint Status Report,  
18 detailing the remaining issues in this case, if any, no later than September 2, 2021. Alternatively, if  
19 the parties conclude that this order resolves all remaining issues, they shall file by that date a  
20 proposed form of judgment.

21 **IT IS SO ORDERED.**

22  
23 Dated: August 10, 2021



24  
25 RICHARD SEEBORG  
26 Chief United States District Judge  
27  
28

ORDER  
CASE No. 20-cv-00893-RS